

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2005

	January-05				December-04				September-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	FYTD	FY04	Ended	Ended
		Policy	Net ROR			Policy	Net ROR			Policy	Net ROR		Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	13,060	1.5%	1.5%	-3.51%	13,534	1.5%	1.5%	10.37%	38,987	1.4%	1.5%	-4.14%	2.09%	N/A	N/A	N/A
Total Structured Growth	13,060	1.5%	1.5%	-3.51%	13,534	1.5%	1.5%	10.37%	38,987	1.4%	1.5%	-4.14%	2.09%	17.58%	-6.28%	-7.85%
<i>Russell 1000 Growth</i>				-3.33%				9.17%				-5.23%	0.02%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																
LSV	14,365	1.6%	1.5%	-1.46%	14,574	1.6%	1.5%	9.01%	42,516	1.6%	1.5%	3.21%	10.87%	30.56%	9.33%	8.36%
<i>Russell 1000 Value</i>				-1.78%				10.38%				1.54%	10.09%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	27,800	3.2%	3.0%	-2.63%	28,547	3.2%	3.0%	9.28%	83,054	3.1%	3.0%	-1.68%	4.61%	N/A	N/A	N/A
<i>Russell 1000</i>				-2.52%				9.80%				-1.81%	5.09%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	27,079	3.1%	3.0%	-2.40%	27,739	3.1%	3.0%	9.47%	80,702	3.0%	3.0%	-1.99%	4.71%	N/A	N/A	N/A
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
<i>Index</i>																
State Street	8,141			-2.44%	8,344			9.23%	24,291			-1.88%	4.55%	19.01%	-0.75%	-2.28%
Total Index	8,141	0.9%	1.0%	-2.44%	8,344	0.9%	1.0%	9.23%	24,291	0.9%	1.0%	-1.88%	4.55%	19.01%	-0.75%	-2.28%
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	90,445	10.3%	10.0%	-2.49%	92,738	10.5%	10.0%	9.45%	269,551	10.0%	10.0%	-1.42%	5.21%	21.46%	0.15%	-1.39%
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	43,562	5.0%	5.0%	-4.48%	45,599	5.2%	5.0%	14.79%	134,177	5.0%	5.0%	-3.60%	5.70%	32.99%	5.51%	N/A
<i>Russell 2000 + 200bp</i>				-4.01%				14.64%				-2.36%	7.45%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	43,562	5.0%	5.0%	-4.48%	45,599	5.2%	5.0%	14.79%	134,177	5.0%	5.0%	-3.60%	5.70%	32.99%	5.54%	7.29%
<i>Russell 2000</i>				-4.17%				14.09%				-2.86%	6.21%	33.36%	6.24%	6.63%
CONVERTIBLES																
TCW	87,326	9.9%	10.0%	-2.07%	89,772	10.2%	10.0%	8.41%	263,238	9.8%	10.0%	-4.35%	1.55%	17.50%	1.03%	3.90%
<i>Merrill Lynch All Convertibles</i>				-2.29%				5.37%				-1.05%	1.87%	14.16%	4.89%	5.75%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	32,878	3.7%	4.0%	-0.67%	33,144	3.8%	4.0%	10.01%	209,486	7.8%	8.0%	-1.77%	7.35%	25.36%	-0.39%	0.54%
LSV	33,572	3.8%	4.0%	0.58%	33,363	3.8%	4.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	0	0.0%	0.0%	N/A	(9)	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	66,449	7.6%	8.0%	-0.04%	66,498	7.5%	8.0%	10.59%	209,486	7.8%	8.0%	-1.77%	8.59%	25.36%	-0.39%	0.54%
<i>MSCI EAFE - 50% Hedged</i>				-0.52%				11.11%				-0.72%	9.74%	26.98%	-1.27%	-2.14%
<i>Small Cap - Value</i>																
Lazard	9,393	1.1%	1.0%	0.50%	9,349	1.1%	1.0%	16.09%	28,144	1.0%	1.0%	0.29%	17.01%	43.30%	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				2.20%				16.82%				-0.82%	18.41%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	9,187	1.0%	1.0%	0.92%	9,104	1.0%	1.0%	19.12%	26,738	1.0%	1.0%	0.49%	20.81%	44.68%	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				2.20%				16.82%				-0.82%	18.41%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	85,029	9.7%	10.0%	0.12%	84,951	9.6%	10.0%	12.57%	264,369	9.8%	10.0%	-1.31%	11.23%	29.16%	1.02%	1.39%
<i>MSCI EAFE - 50% Hedged</i>				-0.52%				11.11%				-0.72%	9.74%	26.98%	-1.27%	-2.14%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	93,512	10.6%	10.0%	0.25%	93,242	10.5%	10.0%	1.34%	293,191	10.9%	10.0%	3.52%	5.17%	2.42%	7.77%	8.10%
<i>Lehman Aggregate</i>				0.63%				0.96%				3.20%	4.84%	0.32%	6.35%	6.95%
<i>Index</i>																
Bank of ND	117,817	13.4%	15.0%	0.20%	117,566	13.3%	15.0%	0.40%	368,964	13.7%	15.0%	2.54%	3.15%	0.07%	7.10%	7.25%
<i>Lehman Intermediate Gov/Credit (1)</i>				0.19%				0.44%				2.71%	3.36%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	52,948	6.0%	5.0%	1.66%	52,445	5.9%	5.0%	2.30%	164,376	6.1%	5.0%	4.51%	8.69%	1.18%	N/A	N/A
<i>Lehman US Credit BAA</i>				0.90%				1.69%				4.76%	7.48%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	264,277	30.1%	30.0%	0.51%	263,253	29.8%	30.0%	1.11%	826,531	30.6%	30.0%	3.27%	4.94%	0.79%	7.00%	7.45%
<i>Lehman Gov/Credit</i>				0.69%				0.80%				3.56%	5.11%	-0.72%	6.73%	7.10%
CASH EQUIVALENTS																
<i>Bank of ND</i>																
90 Day T-Bill	308,042	35.1%	35.0%	0.22%	307,511	34.8%	35.0%	0.53%	938,870	34.8%	35.0%	0.44%	1.20%	1.20%	1.72%	3.39%
				0.17%				0.48%				0.37%	1.02%	0.98%	1.71%	3.30%
TOTAL INSURANCE REGULATORY TRUST	878,680	100.0%	100.0%	-0.46%	883,823	100.0%	100.0%	4.05%	2,696,736	100.0%	100.0%	0.17%	3.74%	9.62%	4.68%	5.21%
POLICY TARGET BENCHMARK				-0.47%				3.64%				0.70%	3.88%	7.45%	3.56%	4.12%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.